

Week ending December 4, 2020

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with moderate liquidity conditions during the week.
- The BOJ auctioned its 30-day CD this week offering JA\$7 Billion to the market. The auction continues to be oversubscribed; the weighted average increased slightly from 0.52% to 0.54%.
- The GOJ will be auctioning Treasury Bills on Dec 9, 2020.
- The market is expected to trade with moderate liquidity conditions next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	0.35 – 0.50
30 days	1.50 – 1.90
90 days	2.25 – 2.50
180 days	2.75 - 3.00
365 days	3.25 – 3.50

US\$ FIXED INCOME

The US\$ Fixed income market continues to trade with fair liquidity conditions over the week. There continues to be broker demand for long-term repo funding in the market, while supply is mainly for short-term placements. See closing repo rates below:

Tenor	Current Rate %
Overnight	1.00 -1.25
30 days	1.75-2.00
90 days	2.25-2.50
180 days	2.75-3.00
365 days	3.25-3.50

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	November 11, 2020	November 11, 2020	November 11, 2020
Current Yield	0.78%	0.94%	1.04%
Previous Yield	0.98%	1.12%	1.65%
Net Change	-0.20%	-0.18%	-0.61%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- Government of Jamaica bonds continued this week on stronger demand resulting in a further upward movement in prices
- Government of Bahamas reopened the 8.95% 2032 bond for an additional US\$225M at a price of \$106.783
- The Dominican Republic started an offer to purchase for cash some of its existing bonds due 2021, 2024 and 2025
- Dominican Rep's long-term foreign currency debt rating was affirmed by S&P at BB. Outlook remains negative
- Digicel Group Holdings Limited has extended the early tender date to December 17, 2020, the company's offer to purchase outstanding 7.00% PIK Perpetual Convertible Notes

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with low demand over the week amidst moderate to high supply.
- There was no intervention from the Bank of Jamaica (BOJ) during the week.
- At the end of trading, Friday December 04, 2020, the Jamaican dollar was valued at \$144.99 against the US\$ which represents an approximately \$1.99 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	27-Nov-20	30-Nov-20	1-Dec-20	2-Dec-20	3-Dec-20	4-Dec-20	
USD	146.9856	146.7816	146.4805	145.963	145.61	144.9956	1.9900
CAD	112.8446	113.0243	112.9216	112.9519	112.6714	112.5769	0.2677
GBP	196.3739	194.1859	194.8315	194.1551	194.8339	196.0958	0.2781
EUR	178.2577	178.1668	178.6937	179.7	179.6021	178.0696	0.1881

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 103 stocks of which 46 advanced, 45 declined and 12 traded firm.

The Market volume amounted to 97,133,987 units valued at over J\$1,601,602,641.52.

The market volume leaders are Sagicor Select Fund Limited –Financial security with 252,443,412 units (71.15%), followed by TransJamaica Highway Limited with 32,789,586 units (9.24%) and Wigton Windfarm Limited with 12,288,854 units (3.46%).

US\$ market volume (excluding blocks) amounted to 1,514,878 units valued at over US\$181,584.06.

The following reflect the movement of the JSE Indices:

- The JSE Combined Index declined by 1,155.18 points (0.29%) to close at 391,611.75.
- The JSE Index declined by 1,050.69 points (0.26%) to close at 396,423.72.
- The JSE All Jamaican Composite Index declined by 1,374.45 points (0.32%) to close at 434,348.23.
- The JSE Select Index declined by 98.87 points (1.01%) to close at 9,732.97.
- The Junior Market Index declined by 17.61 points (0.70%) to close at 2,496.22.
- The JSE USD Equities Index advanced by 0.83 points (0.44%) to close at 188.75.
- The JSE Financial Index declined by 0.12 points (0.12%) to close at 104.13.
- The JSE Manufacturing & Distribution Index declined by 1.16 points (1.44%) to close at 79.65.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 26 securities of which 11 advanced, 6 declined and 9 traded firm.

The Market volume amounted to 1,565,858 shares crossing the floor of the Exchange valued at TT\$36.640 million.

The volume leaders are JMMB Group Limited with 336,763 shares (21.51%) followed by Ansa McAl Limited with 227,540 shares (14.53%) and Clico Investments Fund with 123,894 shares (7.91%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index advanced by 2.51 points (0.20%) to close at 1,289.23.
- The ALL T&T Index advanced by 0.96 points (0.06%) to close at 1,715.35.
- The CROSS-LISTED Index advanced by 0.55 points (0.47%) to close at 116.71.
- The SME Index traded firm to close at 64.33.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 39,297 shares. The top three companies traded were Eppley Caribbean Property Fund SCC – Value Fund with 31,866 (81.09%), Barbados Farms Limited with 4,124 (10.49%) and Goddard Enterprises Limited with 2,655 shares (6.76%).

The BSE Indices ending December 4, 2020.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	4-Dec-20	27-Nov-20		
Local	2,423.29	2,423.62	-0.33	-0.014%
Cross-list	948.98	948.98	-	-
Composite	590.82	590.89	-0.07	-0.012%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- KEY has advised that a duly appointed Committee of Directors has set the record date for the Company's upcoming Rights Issue. The approved record date is December 10, 2020.
- KLE has advised that at the recent Board Meeting on November 6, 2020, the Company made the decision to restructure the management in order to adjust the cost side of the business to better align with the new revenue realities facing the Company particularly as a result of the corona pandemic's impact on the business.
- CPFV has advised of its intention to continue repurchasing the Company's shares in line with the existing Share Buyback Policy which has been previously announced. The Company intends to purchase up to an additional 1,000,000 shares on the open market from time to time using the Company's cash from the same segregated account for the share buyback. The purpose of the share buyback is to unlock significant value for the Company's shareholders by acquiring shares at a price equivalent to or below the Company's Net Asset Value per share. This is in keeping with the strategy previously disclosed in the Company's prospectus and annual report.
- JMMBGL has declared an interim dividend of twenty-five cents (\$0.25) per ordinary stock unit to stockholders on record as at November 24, 2020. The ex-dividend date will be November 23, 2020.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
PURITY	1.48	0.26	21.31%	SIL US\$	0.02	(0.01)	-33.33%
JMMBGL 7.25%	1.44	0.19	15.20%	KLE	1.00	(0.45)	-31.03%
PTL	1.50	0.18	13.64%	SIL J\$	2.55	(1.05)	-29.17%

(Source: Jamaica Stock Exchange)

Non-GOJ Global Bond Indicative Prices

Bond	Coupon	Size (US\$M)	Bloomberg Composite Rating	Buyback Price	Sale Price	Indicative Offer Yield
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	99.08	108.31	0.63%
Bancolombia SA 5.125% 09/11/2022	5.125%	2.945	NR	97.61	106.91	11.14%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	95.44	104.67	0.46%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	98.85	108.85	5.07%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	409.000	BB	106.04	113.56	6.37%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	988.311	CCC-	80.49	88.41	14.95%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	399.208	CC	35.43	42.79	32.35%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	0.73	5.45	455.90%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	0.62	8.70	223.08%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.68	8.34	125.11%
Genworth Holdings Inc 6.50% 06/15/2024	6.500%	300.000	B-	88.69	99.74	6.53%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	97.78	106.39	0.97%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB-	94.68	102.57	4.85%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB-	90.53	99.02	6.18%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	94.34	101.77	6.68%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	105.21	113.14	7.27%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	94.27	103.21	5.90%
Govt. of Barbados 6.90% 02/01/2021	6.900%	2.482	NR	96.44	99.86	8.40%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	103.91	108.66	-0.05%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	107.48	115.24	0.03%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	88.13	96.25	5.34%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	104.50	112.33	0.60%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	1,800.000	BB-	104.63	110.84	3.73%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	102.84	109.72	5.28%
Govt. of Panama 3.375% 04/01/2029	3.375%	951.425	BBB	149.92	158.93	1.73%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BBB+	102.48	109.94	1.11%
Govt. of Trinidad 4.50% 06/26/2030	4.500%	500.000	BB+	102.31	109.56	3.32%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	5.30	13.89	60.72%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	5.34	13.96	65.56%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	94.66	104.88	1.60%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	100.98	110.39	5.06%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	985.071	BB-	98.51	107.94	1.08%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	104.93	116.98	0.55%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	1.31	6.83	484.63%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	0.47	7.56	73.97%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	0.87	6.50	673.96%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.50	6.92	98.88%
Sagcor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB	98.88	103.81	-12.38%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	101.24	108.10	0.45%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	97.32	104.19	8.12%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB+	101.72	108.27	3.62%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.285	BB-	109.93	118.09	2.49%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	99.49	106.32	0.28%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2022	USD	208.24	11.625%	106.00	112.80	0.09%
GOJ 2025	USD	401.18	7.625%	112.25	121.75	2.57%
GOJ 2025	USD	85.23	9.250%	117.60	127.15	3.18%
GOJ 2028	USD	1421.45	6.750%	115.15	124.40	3.04%
GOJ 2036	USD	250	8.500%	135.60	143.65	4.51%
GOJ 2045	USD	1815	7.875%	134.05	143.55	4.83%
AIRJAM 2027	USD	83.3333	8.125%	95.50	108.00	5.38%
NROCC 2024	USD	294.18	9.375%	105.50	116.00	4.86%